

OST-02-11334

DEPT. OF TRANSPORTATION
DOCKETS

03 JAN -2 AM 11:14

ETHIOPIAN AIRLINES ENTERPRISE
SCHEDULE OF COSTS FOR PASSENGER AND PROPERTY SCREENING
AND
INDEPENDENT AUDITORS' REPORT
DECEMBER 31, 2000

ETHIOPIAN AIRLINES ENTERPRISE
December 31, 2000

Table of Contents

Page

Independent Auditors' Report	1
Schedule of Costs for Passenger and Property Screening	2
Notes to the Schedule of Costs for Passenger and Property Screening	3

Donovan M. Murray

Certified Public Accountant

Ethiopian Airlines Enterprise

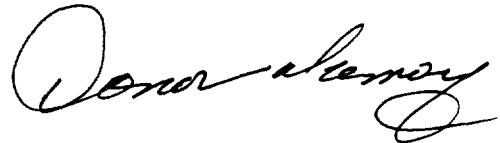
Independent Auditors' Report

We have audited the accompanying Schedule of Costs for Passenger and Property Screening of Ethiopian Airlines Enterprise for the year ended December 31, 2000. This schedule is the responsibility of Ethiopian Airlines Enterprise Management. Our responsibility is to express an opinion on this schedule based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the schedule of costs for passenger and property screening is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the schedule of costs for passenger and property screening. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall schedule presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the schedule referred to above present fairly in all material respects, the costs for passenger and property screening of Ethiopian Airlines Enterprise for the year ended December 31, 2000 in accordance with the Department of Transportation.

December 24, 2002



ETHIOPIAN AIRLINES ENTERPRISE
Schedule of Costs for Passenger and Property Screening
December 31, 2000

	<u>Costs Incurred Directly by Air Carriers</u>	<u>Costs Incurred by Security Contract</u>	<u>Total Costs Incurred</u>
<u>Screening Personnel and Supervisor:</u>			
Check Point Screening Personnel		\$ 35,126	\$ 35,126
Cargo Screeners		14,520	14,520
Baggage Runner		<u>30,306</u>	<u>30,306</u>
Total Screening Personnel and Supervisor	<u>-0-</u>	<u>\$ 79,952</u>	<u>\$ 79,952</u>
<u>Program Management and Contract Oversight:</u>			
Accounting Support	<u>2,400</u>		<u>2,400</u>
Total Program Management and Contract Oversight	<u>2,400</u>	<u>-0-</u>	<u>2,400</u>
Grant Total	<u>\$ 2,400</u>	<u>\$79,952</u>	<u>\$ 82,352</u>

The accompanying notes are an integral part of this schedule.

ETHIOPIAN AIRLINES ENTERPRISE
Notes to Schedule of Costs for Passenger and Property Screening
December 31, 2000

1. Organization:

Ethiopian Airlines was formed in 1945 with the contractual assistance of TWA. Its Headquarters is in Addis Ababa, Ethiopia and is 100 percent government owned. Ethiopian Airlines provides passenger and cargo flights between Ethiopia and the United States of America. The airlines are required to provide passenger and property screening at Newark and Dallas International Airport. In doing so, it contracts with various companies to provide the necessary screening services.

2. Basis of Accounting:

The Schedule of Costs for Passenger and Property Screening was prepared on the accrual basis of accounting.

The costs was consistent with the air carrier's financial accounting information reported in accordance with International Accounting Standards, and directly identified through the air carrier's accounting system.